BILL 2022-3

Second/Final Reading

Agenda Item

To: Mayor and City Council

From: Steve Rasmussen, City Manager

Date: January 18, 2022

Re: Infrastructure Use Tax

Issue:
Council desires to place a Use Tax on the Election Ballot. This is the name given for extending the existing sales tax to internet sales so as to be the same as local business sales. This ordinance would place that measure before the public on the April 5th Election Ballot. The exact language of the ballot measure is as stated in the Ordinance. The measure stipulates that the increased funding would be used solely for infrastructure purposes.

Recommendation:
Staff recommends approval.

Bill 2022-3

AN ORDINANCE OF THE CITY OF CAMERON, MISSOURI IMPOSING A USE TAX FOR THE PURPOSE OF MAINTAINING, IMPROVING, CONSTRUCTING AND RECONSTRUCTING INFRASTRUCTURE AT THE RATE EQUAL TO THE TOTAL LOCAL SALES TAXES IN EFFECT FOR THE PRIVILEGE OF STORING, USING OR CONSUMING WITHIN THE CITY ANY ARTICLE OF TANGIBLE PERSONAL PROPERTY PURSUANT TO THE AUTHORITY GRANTED BY AND SUBJECT TO THE PROVISIONS OF SECTIONS 144.600 THROUGH 144.761 RSMo; PROVIDING FOR THE USE TAX TO BE REPEALED, REDUCED OR RAISED IN THE SAME AMOUNT AS ANY CITY SALES TAX IS REPEALED, REDUCED OR RAISED; AND PROVIDING FOR SUBMISSION OF THE PROPOSAL TO THE QUALIFIED VOTERS OF THE CITY OF CAMERON FOR THEIR APPROVAL AT THE GENERAL ELECTION CALLED AND TO BE HELD ON APRIL 5, 2022

SECOND~FINAL

WHEREAS, the City has imposed total local sales taxes, as defined in Section 32.085 RSMo, at the total rate of 3.25%; and

WHEREAS, the City is authorized, under Section 144.757 RSMo, to impose a local use tax at a rate equal to the rate of the total local sales taxes in effect in the City; and

WHEREAS, the proposed City use tax cannot become effective until approved by the voters at a municipal, county or state general, primary, or special election.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CAMERON, MISSOURI AS FOLLOWS:

Section 1. Pursuant to the authority granted by, and subject to, the provisions of Sections 144.600 through 144.761 RSMo, a use tax for general revenue purposes is imposed for the privilege of storing, using or consuming within the City any article of tangible personal property. This tax does not apply with respect to the storage, use or consumption of any article of tangible personal property purchased, produced or manufactured outside this state until the transportation of the article has finally come to rest within this City or until the article has become commingled with the general mass of property of this City.

Section 2. The rate of the tax shall be equal to the total local sales tax in effect. If any city sales tax is repealed or the rate thereof is reduced or raised by voter approval, the City use ta rate also shall be deemed to be repealed, reduced or raised by the same action repealing, reducing or raising the City sales tax.

Section 3. This tax shall be submitted to the qualified voters of the City of Cameron, Missouri, for their approval, as required by the provisions of Section 144.757 RSMo, at the General

election hereby called and to be held in the City of Cameron on 5 April 2022. The ballot of submission shall contain substantially the following language:

> Shall the City of Cameron impose a local use tax at the same rate as the total local sales tax rate, for the purpose of maintaining, improving, constructing and re-constructing infrastructure, provided that if the local sales tax rate is reduced or raised by voter approval, the local use tax rate shall also be reduced or raised by the same action?
>
> Yes [ ]
>
> No [ ]

If you are in favor of the question place and "X" in the box opposite "Yes."
If you are opposed to the question, place an "X" in the box opposite "No."

Section 4. Within ten (10) days after the approval of this Ordinance by the qualified voters of the City of Cameron, Missouri, the City Clerk shall forward to the Director of Revenue of the State of Missouri by United States registered mail or certified mail, a certified copy of this Ordinance together with certifications of the election returns and accompanied by a map of the City clearly showing the boundaries thereof.

Section 5. This Ordinance shall be in full force and effect from and after the date of its passage and approval.

Passed and approved on first reading this 3rd day of January 2022.

Passed and approved on second/final reading this 18th day of January 2022.

_____
Mayor Dennis M. Clark

ATTEST:

_____
City Clerk

SECOND~FINAL

NOTICE OF SPECIAL ELECTION
CITY OF CAMERON, MISSOURI

Notice is hereby given to the qualified voters of City of Cameron, Missouri, that the City Council of the City has called a special election to be held in the City concurrently with the general municipal election on Tuesday, April 5, 2022, commencing at 6:00 A.M. and closing at 7:00 P.M., on the proposition contained in the following sample ballot:

OFFICIAL BALLOT
SPECIAL ELECTION
CITY OF CAMERON, MISSOURI

TUESDAY, APRIL 5, 2022

QUESTION _____

Shall the City of Cameron impose a local use tax at the same rate as the total local sales tax rate, for the purpose of maintaining, improving, constructing and re-constructing infrastructure, provided that if the local sales tax rate is reduced or raised by voter approval, the local use tax rate shall also be reduced or raised by the same action?

YES [ ]
NO [ ]

INSTRUCTIONS TO VOTERS: If you are in favor of the proposition, place an X in the box opposite "YES." If you are opposed to the proposition, place an X in the box opposite "NO."

The election will be held at the following polling places in the City:

PRECINCT	POLLING PLACE
_____	_____
_____	_____

Dated: _____, 2022

_____
County Clerk of _____ County, Missouri

SECOND-FINAL